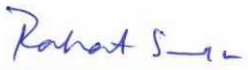


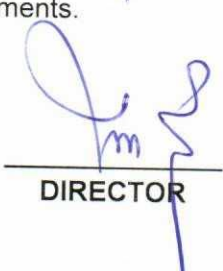
SUMMIT CAPITAL (PRIVATE) LIMITED
INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

SUMMIT CAPITAL (PRIVATE) LIMITED
CONDENSED INTERIM BALANCE SHEET AS AT SEPTEMBER 30, 2020

		September 30, 2020	December 31, 2019
	Note	------(Rs. in '000)----- (Unaudited)	----- (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	4	35,382	37,185
Intangible assets	5	4,451	4,470
Long term advances	6	2,500	2,500
Long term investment	7	38,094	31,650
Investment property		18,598	18,881
Long term deposits	8	3,167	6,167
Deferred tax asset - net		6,532	6,231
		<u>108,724</u>	<u>107,084</u>
CURRENT ASSETS			
Debtors	9	55,070	52,178
Short term loans	10	639	626
Short term deposits, prepayments and others receivables	11	64,307	58,188
Advance tax - net		32,566	32,251
Cash and bank balances	12	160,346	97,258
		<u>312,928</u>	<u>240,501</u>
		<u>421,652</u>	<u>347,585</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
50,000,000 ordinary shares of Rs. 10/- each		500,000	500,000
Issued, subscribed and paid up capital		300,000	300,000
Accumulated loss		(77,641)	(60,773)
Unrealized gain on revaluation of AFS Investment		21,783	15,339
		<u>244,142</u>	<u>254,566</u>
CURRENT LIABILITIES			
Short term borrowing - secured	13	-	-
Creditors and other payables	14	177,510	93,019
		<u>177,510</u>	<u>93,019</u>
CONTINGENCIES AND COMMITMENTS			
		<u>421,652</u>	<u>347,585</u>

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR

SUMMIT CAPITAL (PRIVATE) LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

		September 30, 2020	September 30, 2019
	Note	------(Rs. in '000)-----	
Income			
Brokerage commission	21	52,606	36,846
Gain loss on sale of operating fixed assets		809	-
Other income	21	5,750	7,652
		<u>59,165</u>	<u>44,498</u>
Expenditure			
Operating and administrative expenses		71,400	71,804
Financial charges	21	161	138
		<u>71,561</u>	<u>71,942</u>
Loss before taxation		<u>(12,396)</u>	<u>(27,444)</u>
Taxation - current		4,773	4,331
- prior		-	157
- deferred		(301)	-
Loss after taxation		<u>(16,868)</u>	<u>(31,932)</u>
Loss per share - basic and diluted (Rupee)		<u>(0.56)</u>	<u>(1.06)</u>

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.



 CHIEF EXECUTIVE OFFICER



 DIRECTOR

SUMMIT CAPITAL (PRIVATE) LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	September 30, 2020	September 30, 2019
Note	-----	-----
	(Rs. in '000)	(Rs. in '000)
Cash flows from operating activities		
Loss before taxation	(12,396)	(27,444)
Adjustments for:		
Depreciation	2,009	2,413
Amortization	19	52
Gain on sale of operating fixed assets	(809)	-
Financial charges	161	138
	1,380	2,603
	(11,016)	(24,841)
(Increase)/decrease in assets		
Debtors	(2,892)	3,782
Short-term loans	(13)	96
Short-term deposit, prepayments and others receivable	(6,119)	14,871
Long term deposits	3,000	(900)
	(6,024)	17,849
Increase/(decrease) in liabilities		
Creditors and other payables	84,491	(14,706)
Cash (used in)/generated from operations	67,451	(21,698)
Income tax paid	(5,086)	(4,982)
Financial charges paid	(161)	(187)
Net cash (used in)/inflow from operating activities	62,204	(26,867)
Cash flows from investing activities		
Capital expenditure incurred	884	(89)
Net cash (used in)/inflow from investing activities	884	(89)
Cash flows from financing activities		
Long term loan	-	-
Net cash used in financing activities	-	-
Net increase/(decrease) in cash & cash equivalents	63,088	(26,956)
Cash and cash equivalents at the beginning of the period	97,258	113,239
Cash and cash equivalents at the end of the period	160,346	86,283
Cash and cash equivalents:		
Cash and bank balances	12 160,346	86,283

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.

Rohant S. Sin

CHIEF EXECUTIVE OFFICER

[Signature]
DIRECTOR

SUMMIT CAPITAL (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020

	September 30, 2020	September 30, 2019
Note	----- (Rupees in '000) -----	
Loss after taxation	(16,868)	(31,932)
<u>Other comprehensive income / (loss) - net</u>		
Items that will not to be reclassified to profit and loss account in subsequent periods		
Actuarial gain on defined benefit plan	-	-
Items that may be reclassified to profit and loss account in subsequent periods		
Unrealized gain/(loss) on revaluation of investment	6,444	(8,239)
Total comprehensive loss for the period	<u><u>(10,424)</u></u>	<u><u>(40,171)</u></u>

The annexed notes 1 to 23 form an integral part of these condensed interim financial statements.

Rahat S. -

CHIEF EXECUTIVE OFFICER

[Signature]

DIRECTOR

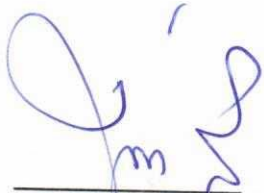
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SUMMIT CAPITAL (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

	Issued, subscribed and paid up capital	Accumulated profit/ (loss)	Total
	----- (Rs. in 000') -----		
Balance as on January 01, 2019	300,000	(8,885)	291,115
Total comprehensive loss for the period	-	(21,188)	(21,188)
Balance as at September 30, 2019	<u>300,000</u>	<u>(30,073)</u>	<u>269,927</u>
Balance as on January 01, 2020	300,000	(45,434)	254,566
Total comprehensive loss for the period	-	(10,424)	(10,424)
Balance as at September 30, 2020	<u>300,000</u>	<u>(55,858)</u>	<u>244,142</u>



 CHIEF EXECUTIVE OFFICER



 DIRECTOR

SUMMIT CAPITAL (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2020

1. THE COMPANY AND ITS OPERATIONS

Summit Capital (Private) Limited (the Company) is a private limited company, incorporated in Pakistan on March 08, 2006 under the Companies Ordinance, 1984. The Company is a TREC holder of Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited. The principal activities of the Company are equity brokerage, money market brokerage, interbank foreign exchange brokerage, commodity brokerage and research. The registered office of the Company is situated at 701-702, 7th Floor, Business and Finance Centre, Opposite State Bank of Pakistan, I.I Chundrigar Road, Karachi. The Company is a wholly owned subsidiary of Summit Bank Limited.

2. BASIS OF PREPARATION

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of such International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017 the Act), and provisions of and directives issued under the Companies Act, 2017. Where provisions of a and directives issued under the Companies Act, 2017 differ from the IFRS Standards,, the provisons of and diretives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements are unaudited and are being submitted to the shareholders in accordance with the requirements of section 237 of the Companies Act, 2017. These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency and rounded off to the nearest rupee.

3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements for the year ended December 31, 2019.

	September 30, 2020 (Un-audited)	December 31, 2019 (Audited)
Note	----- (Rs. in '000) -----	
4. PROPERTY AND EQUIPMENT		
Operating fixed assets - tangible	35,382	37,185
	<u>35,382</u>	<u>37,185</u>
5. INTANGIBLE ASSETS		
Computer software	65	84
Trading Rights Entitlement Certificates	4,386	4,386
	<u>4,451</u>	<u>4,470</u>
6. LONG TERM ADVANCES		
Advance for capital expenditure	2,500	2,500
	<u>2,500</u>	<u>2,500</u>
7. LONG TERM INVESTMENTS		
Long term investment - available for sale	38,094	31,650
	<u>38,094</u>	<u>31,650</u>
8. LONG TERM DEPOSITS		
Long-term deposits - considered good	3,167	6,167
	<u>3,167</u>	<u>6,167</u>
9. DEBTORS		
Considered good		
Due from clients in respect of securities transactions - secured	18,339	18,387
Commission receivable - unsecured	10,155	8,352
Considered doubtful		
Due from clients in respect of securities transactions - secured	28,494	26,739
Due from clients in respect of securities transactions - unsecured	26,576	25,439
	63,140	63,140
	118,210	115,318
Less: Provision for doubtful debts	63,140	63,140
	<u>55,070</u>	<u>52,178</u>
9.1 Includes Rs.0.342 (2019: 0.127) million due from the holding company.		

		September 30, 2020 (Un-audited) ------(Rs. in '000)-----	December 31, 2019 (Audited)
	Note		
10. SHORT TERM LOANS			
Short term loans	10.1	<u>639</u>	<u>626</u>
		<u>639</u>	<u>626</u>
10.1 These loans represent loans to employees for domestic purposes under the terms of employment. These loans carry mark-up at the rate of 8% per annum.			
11. SHORT TERM DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Prepayments		1,109	100
Exposure deposits		<u>63,198</u>	<u>58,088</u>
		<u>64,307</u>	<u>58,188</u>
12. CASH AND BANK BALANCES			
Cash with banks:			
- Current accounts	12.1	148,462	76,392
- PLS saving accounts	12.2	11,881	20,861
Cash in hand		<u>3</u>	<u>5</u>
		<u>160,346</u>	<u>97,258</u>
12.1 Includes accounts amounting to Rs. 135.916 (2019: Rs. 60.175) million maintained with the holding company.			
12.2 Includes accounts amounting to Rs. 11.820 (2019: Rs. 20.316) million maintained with the holding company.			
13. SHORT TERM FINANCE - SECURED			
13.1 Represents a running financing facility of Rs. 400 million from holding company against hypothecation of receivables and carries mark-up rate of 3 months KIBOR average ask side rate plus 2.50%.			
14. TRADE AND OTHER PAYABLES			
Due to clients in respect of securities transactions	14.1	135,914	60,174
Deposit from employees against vehicles		1,695	1,634
Accrued liabilities		13,228	16,413
Payable against purchase of securities		19,399	14,577
Others		<u>7,274</u>	<u>221</u>
		<u>177,510</u>	<u>93,019</u>

15. Customer Assets - Bank Account & Central Depository System

15.1 Customer Assets - Bank Account

Bank Account Balance - Clients

<u>135,914</u>	<u>60,174</u>
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15.2 Customer Assets - Securities (Number of shares)

Securities held in the name of Clients'

<u>147,029,056</u>	<u>152,696,264</u>
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Securities held in the name of Company's

<u>5,481,531</u>	<u>5,573,238</u>
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The securities held in the Company's back office record reconciling with the Central Depository System as at September 30, 2020.

16. Pledged Securities

Pledged with PSX on behalf of Company (for Base Minimum Capital)

<u>38,786</u>	<u>38,786</u>
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Total value of pledged securities

<u>38,786</u>	<u>38,786</u>
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17. Treatment of amount receivable from customers

17.1 Trade debtors and other receivables are carried at cost, which is the fair value of the consideration to be received, less provision for doubtful debts. A provision for impairment in trade debtors and other receivables is made when there is objective evidence that the Company will not be able to collect all amounts due according to original terms of receivables.

17.2 Aging Analysis of Trade Debtors

Amount due from customers for more than 5 days

<u>88,430</u>	<u>91,464</u>
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Less: provision for doubtful debts

<u>(63,140)</u>	<u>(63,140)</u>
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Balance after provision for doubtful debts more than 5 days

<u>25,290</u>	<u>28,324</u>
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Value of collateral after applying haircut on the basis of VAR

<u>16,997</u>	<u>22,060</u>
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18. Pattern of shareholding with percentage

	Percentage	No. of Shares	No. of Shares
Summit Bank Limited	100%	29,999,996	29,999,996
Syed Mohammad Anwar Lutfullah*	0%	-	1
Rahat Saeed Khan	0%	1	1
Muzammil Hussain	0%	1	1
Irfan Saleem Awan	0%	1	1
Zubair Aziz*	0%	1	-
Total	<u>100%</u>	<u>30,000,000</u>	<u>30,000,000</u>

18.1 The company's is the wholly owned subsidiary of Summit Bank Limited. Syed Mohammad Anwar Lutfullah resigned from the Board of Directors on April 30, 2020 and in his place Mr. Zubair Aziz was appointed as a Director on June 10, 2020.

September 30,
2020
(Un-audited)
----- (Rs. in '000) -----

September 30,
2019
(Un-audited)

19. Equity Turnover - Proprietary Trades, Retail Customers and Institutional Customers

Proprietary Trades - Turnover	-	-
Retail Customers Trades - Turnover	16,804	7,195
Institutional Trades - Turnover	9,512	3,602
Total Trades - Turnover	<u>26,316</u>	<u>10,797</u>

20. Disclosure under regulation 5(4) of Research Analyst Regulations, 2015

At present, SCPL employs 3 members in its research department (including head of research, two research analysts). All members report to Head of Research who in turn reports to CEO. Compensation structure of research analysts is flat and is subject to qualification, experience and skillset of the person. However, the compensation of anyone employed in the research department does not in any way depend on the contents/outcome of research report. During the period ended September 30, 2020, the personnel employed in the Research Department have drawn an aggregate salary and benefits amounting to Rs. 3,638,691/- which comprises basic salary, medical allowance, provident fund and other benefits as per Company's policy.

21. RELATED PARTY TRANSACTIONS

The related parties comprise parent company, related group companies, staff retirement funds, directors and key management personnel. Transactions with related parties, other than remuneration and benefits to key management personnel under the terms of their employment are as follows:

Holding Company - Summit Bank Limited

Brokerage commission	<u>1,077</u>	<u>241</u>
Financial charges	<u>148</u>	<u>108</u>
Profit on bank accounts	<u>1,305</u>	<u>2,153</u>
Rent paid	<u>1,674</u>	<u>2,319</u>
Service rendered (Generator Fuel - Reimbursement)	<u>147</u>	<u>102</u>
Brokerage commission -Key management personnel & Director	<u>73</u>	<u>12</u>
Contribution paid to Gratuity Fund	<u>2,250</u>	<u>2,250</u>
Contribution paid to Provident Fund	<u>2,139</u>	<u>2,122</u>

21.1 The outstanding balances of related parties are included in their respective notes to these condensed interim financial statements.

22. DATE OF AUTHORISATION

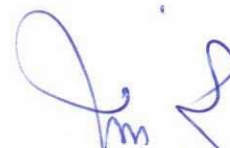
These condensed interim financial statements were authorised for issue in the Board of Directors meeting held on October 28, 2020.

23. GENERAL

23.1 Figures have been rounded off to the nearest thousand rupees.



CHIEF EXECUTIVE OFFICER



DIRECTOR